

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO.
FILING OF NAVITAS KY NG, LLC) 2017-00411

ORDER

On February 16, 1995,¹ the Commission approved rates for Gasco Distribution Systems, Inc. (“Gasco”) and provided for their further adjustment on a quarterly basis in accordance with its Gas Cost Adjustment clause. On February 28, 2011, Navitas KY NG, LLC (“Navitas KY”) acquired the assets of Gasco, pursuant to the Commission’s approval of the transfer, and adopted Gasco’s tariffs.²

On October 10, 2017, Navitas KY filed its proposed Gas Cost Recovery (“GCR”) rate application to be effective November 1, 2017.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Navitas KY’s notice includes revised rates designed to pass on to its customers its expected change in gas costs.

¹ Case No. 1994-00427, *In the Matter of the Application of Gasco Distribution Systems, Inc. for a Certificate of Convenience and Necessity to Provide Local Gas Distribution Service to Albany, Ky. and for Transfer of the Albany Gas Utility Company* (Ky. PSC Feb. 16, 1995).

² Case No. 2010-00468, *Joint Application of Navitas Kentucky NG, LLC and Gasco Distribution Systems, Inc. for Approval of an Acquisition of Ownership and Control of Gas Utility Systems* (Ky. PSC Feb. 11, 2011).

2. Navitas KY's notice sets out an Expected Gas Cost ("EGC") of \$7.0568 per Mcf, which is an increase of \$.6454 per Mcf from its previous EGC of \$6.4114 per Mcf.

3. Navitas KY's notice sets out no Refund Adjustment.

4. Navitas KY's notice sets out a current quarter Actual Cost Adjustment ("ACA") of \$.2889 per Mcf. Due to a spreadsheet rounding error, Navitas KY erroneously set out an incorrect total ACA of \$.3931 per Mcf. Navitas KY's corrected total ACA is \$.3932 per Mcf, which is a decrease of \$.1132 per Mcf from its previous total ACA of \$.5064 per Mcf.

5. Navitas KY's notice sets out a current quarter Balance Adjustment ("BA") of (\$.0639) per Mcf. Navitas KY's total BA is (\$.1019) per Mcf, which is an increase of \$.3131 per Mcf from its previous total BA of (\$.4150) per Mcf.

6. Navitas KY's GCR rate is \$7.3481 per Mcf, which is an increase of \$.8453 per Mcf from its previous GCR rate of \$6.5028 per Mcf. Navitas KY's GCR rate required no correction due to a similar spreadsheet rounding error as occurred with the ACA calculation in adding the separate components of the rate.

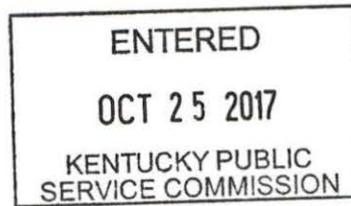
7. The rate set forth in the Appendix to this Order is fair, just, and reasonable, and should be approved for service rendered by Navitas KY on and after November 9, 2017. Navitas KY did not provide the 30 days' notice required for its rate increase to become effective November 1, 2017.

IT IS THEREFORE ORDERED that:

1. The rate set forth in the Appendix to this Order is approved for service rendered by Navitas on and after November 9, 2017.

2. Within 20 days of the date of this Order, Navitas KY shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rate approved herein and reflecting that it was approved pursuant to this Order.

By the Commission



ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00411 DATED **OCT 25 2017**

The following rates and charges are prescribed for the customers in the area served by Navitas KY NG, LLC. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES per Mcf:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
Residential	\$4.62	\$7.3481	\$11.9681
Commercial	\$3.62	\$7.3481	\$10.9681

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